

BEFORE  
THE PUBLIC SERVICE COMMISSION OF  
SOUTH CAROLINA  
DOCKET NO. 2011-158-E - ORDER NO. 2012-905  
NOVEMBER 29, 2012

IN RE: Application Regarding the Acquisition of	)	ORDER REQUESTING
Progress Energy, Incorporated by Duke	)	NOTIFICATION AND
Energy Corporation and Merger of Progress	)	CLARIFYING CERTAIN
Energy Carolinas, Incorporated and Duke	)	PROVISIONS OF ORDER
Energy Carolinas, LLC	)	NO. 2012-517

This matter comes before the Public Service Commission of South Carolina (“Commission”) for inquiry and for clarification of certain provisions of Order No. 2012-517 which concern the filing of reports and the standardization of quality of service indices.

Commission Order No. 2012-517 stated that Duke Energy Carolinas, LLC (DEC) and Progress Energy Carolinas, Inc. (PEC) were to file with the Commission and the Office of Regulatory Staff (“ORS”) all reports required by the North Carolina Utilities Commission (“NCUC”) in its Order on the Merger issued on June 29, 2012 as are relevant and appropriate under South Carolina law. Appendix C to Commission Order No. 2012-517 provided a non-exhaustive list of such reports. One report related to savings resulting from the business combination transaction. The report that DEC and PEC file with the NCUC which comes closest to addressing the business combination transaction savings is the ES-1 report, which contains the merger-related costs to achieve business combination savings. DEC and PEC have proposed filing the South Carolina information, similar to the information contained in report ES-1, in the South Carolina

Quarterly Surveillance Report. We hereby request notification by ORS within twenty (20) days of its receipt of this Order of whether the information similar to the ES-1 report filed with the NCUC is sufficient for ORS to evaluate the merger benefits.

Second, the NCUC required DEC and PEC to work with other interested parties to propose a rulemaking to standardize indices used to measure and report electric utility service quality. In South Carolina PEC provides the ORS with its System Average Interruption Duration Index (SAIDI) and its System Average Interruption Frequency Index (SAIFI). These are industry standard measures of electric utility service quality. DEC and PEC propose provision of their SAIDI and SAIFI numbers on the same quarterly filing. ORS does not oppose this proposal. We agree that SAIDI and SAIFI are standardized indices of electric utility service quality and that DEC and PEC should file these quarterly reports with this Commission and serve ORS with copies. This procedure will obviate the need for a rulemaking proceeding on this issue in South Carolina.

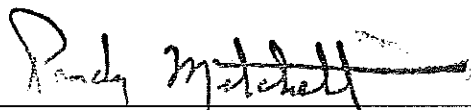
This Order shall remain in full force and effect until further order of the Commission.

BY ORDER OF THE COMMISSION:



David A. Wright, Chairman

ATTEST:



Randy Mitchell, Vice Chairman  
(SEAL)